

DAILY MARKETS OVERVIEW

8 MAY 2019

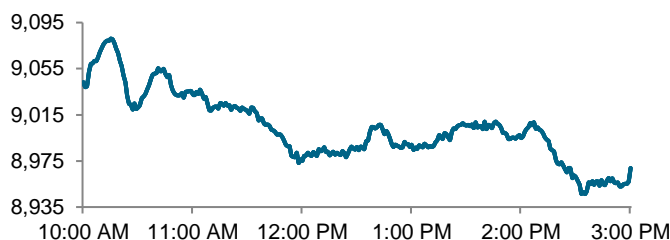
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,969	-0.8	-3.9	14.6	20.4
Saudi (NOMU)	3,470	-0.5	-3.8	37.7	13.3
Energy	4,494	-0.7	-2.5	-7.3	23.0
Materials	5,745	0.0	-2.3	9.4	21.7
Capital Goods	3,732	-0.3	-2.8	-4.3	32.9
Com. & Prof. Svc	4,243	0.6	-1.0	2.6	18.1
Transportation	3,685	-0.1	-2.6	6.0	19.5
Cons. Durables & Apparel	3,513	-0.9	-2.4	-4.1	NA
Consumer Services	3,494	0.1	-4.9	18.6	NA
Media	10,269	-3.7	13.9	0.9	49.9
Retailing	7,621	-0.9	-2.5	11.0	35.2
Food & Staples Retailing	6,383	0.8	-0.5	7.4	33.5
Food & Beverages	4,391	-2.9	-3.5	12.9	NA
Health Care Equipment	3,918	0.4	-0.3	4.3	25.9
Pharma, Biotech & Life Science	3,602	0.6	-1.3	-7.1	32.0
Banks	8,884	-1.3	-5.3	23.2	15.0
Diversified Financials	3,311	-0.6	-2.4	-4.8	NA
Insurance	4,268	-0.5	-4.9	2.2	NA
Telecommunication	6,745	-0.8	-4.4	24.8	23.6
Utilities	3,546	0.9	-1.3	5.3	39.1
REITs	3,629	0.2	-0.2	0.1	25.9
Real Estate	3,157	-0.4	-4.2	-2.1	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Eastern Province Cement Co.	27.40	6.0%	26
Gulf General Cooperative Insurance Co.	12.50	5.4%	8
Umm Al-Qura Cement Co.	14.76	3.9%	17
Al Moammar Information Systems Co.	52.00	3.4%	64
MEFIC REIT Fund	8.95	2.8%	2

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Saudi Chemical Co	7-May	1Q19	39.3	-30%	0.62	NA
Middle East Paper	7-May	1Q19	5.8	-79%	0.12	NA
Halwani Bros	7-May	1Q19	5.5	-67%	0.19	NA
Takween Advanced Indust	7-May	1Q19	-12.6	-1401%	-0.13	NA
Al Hokair Group.	7-May	1Q19	-32.1	-326%	-0.58	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of May 8, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.8% lower at 8,969 while NOMU ended 0.5% lower at 3,470 on Tuesday. TASI traded value totaled SAR 3.5bn and averaged SAR 3.5bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 49.3% of the daily traded value.
- Banks declined 1.3% while Materials ended flat. Telecom closed 0.8% lower. Utilities sector (up 0.9%) was the best sector performer. Among stocks, Eastern Province Cement Co. (3080/EACCO AB), Gulf General Cooperative Insurance Co. (8260/GGCI AB), and Umm Al-Qura Cement Co. (3005/UACC AB) led the gainers.
- The General Authority for Statistics (GASTAT) revealed that prices of most construction materials in KSA dropped in 1Q19, led by cables, which fell 2.2% Y/Y. Steel and ready-mix concrete prices edged down 0.1% Y/Y each in 1Q19. Meanwhile, cement prices increased by 0.3% Y/Y to SAR 13.1 (USD 3.5) per bag, while wood prices edged up 0.1% Y/Y. (Source: Argaam)
- Raza, the real estate management arm of Saudi Public Pension Agency (PPA) and a subsidiary of Al Ra'idah Investment Company (RIC), noted that master developers in KSA need to create more integrated, mixed-use urban communities to satisfy the needs of aspirational consumers. (Source: Argaam)
- According to reports, Saudi Aramco is weighing a potential investment in Norwegian oil company Equinor's (EQNR NO) US shale operations, which would be Aramco's first ever overseas venture for gas exploration. (Source: Arabian Business)
- Yanbu Cement Co.'s (3060/YNCCO AB) CEO stated that the company's cement and clinker exports hit 997,000 tons in 1Q19, or 40% of the sector total exports. He added that the firm is developing an integrated program to cut costs and maintain production optimization as part of its sustainability plans to maximize revenue. (Source: Argaam)
- United Electronics Co.'s (4003/EXTRA AB) wholly-owned consumer finance unit was licensed by the Saudi Arabian Monetary Authority (SAMA) to provide consumer finance services in the country. The relevant financial impact would reflect on 2Q19 earnings. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Savola Group	31.10	-5.5%	24
Tihama Advertising & Public Relations Co.	39.30	-4.4%	7
Northern Region Cement Co.	9.15	-4.2%	31
Abdulmohsen Alhokair Group for Tourism and Development	15.54	-3.8%	6
Saudi Research and Marketing Group	85.00	-3.6%	58

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Jarir Marketing Co.	173.00	-1.4%	658
Al Rajhi Bank	71.50	-1.1%	363
Saudi Basic Industries Corp.	119.60	-0.3%	324
Alinma Bank	25.60	-1.5%	252
National Commercial Bank	59.50	-2.3%	114

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,726	-0.3	-1.2	7.8	11.5
Abu Dhabi (ADX)	5,124	-0.4	-2.3	4.3	14.3
Kuwait (KSE)	5,499	0.5	0.2	6.0	16.4
Qatar (QE)	10,251	-0.4	-2.2	-0.5	14.4
Oman (MSM)	3,901	-0.1	-1.6	-9.8	8.1
Bahrain (BSE)	1,442	0.3	0.5	7.8	10.0
DJMENA Index	612	-0.2	-2.3	10.0	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,884	-1.7	-2.1	15.0	18.9
US (NASDAQ 100)	7,964	-2.0	-2.5	20.0	22.6
UK (FTSE 100)	7,260	-1.6	-1.6	7.9	16.4
Germany (DAX)	12,093	-1.6	-2.6	14.5	16.2
France (CAC 40)	5,396	-1.6	-2.8	14.1	18.0
Russia (MICEX)	2,565	-0.6	-0.6	8.3	5.3
Japan (Nikkei)	21,924	-1.5	-1.5	9.5	16.1
Hong Kong (HSI)	29,363	0.5	-2.4	13.6	11.2
South Korea (KOSPI)	2,177	-0.9	-0.9	6.7	12.2
China (SHCOMP)	2,926	0.7	-4.9	17.3	14.2
India (NIFTY)	11,498	-0.9	-1.8	5.8	26.8
Brazil (IBOV)	94,389	-0.7	-1.7	7.4	15.8
Turkey (BIST 100)	91,482	-1.6	-2.6	0.2	6.5
Egypt (EGX30)	14,390	1.3	-3.3	10.4	15.3
MSCI Emerging Markets	1,057	-0.5	-2.4	9.5	13.2
MSCI World	2,135	-1.4	-1.9	13.4	17.6

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	69.9	-1.9	-1.4	29.9	-8.3
Natural Gas (\$/mmbtu)	2.5	0.5	-1.2	-13.7	-0.9
Gold (\$/oz)	1,284	0.3	0.4	0.2	-2.3
Silver (\$/oz)	14.9	0.1	-0.2	-3.8	-9.5
Platinum (\$/oz)	870	-0.6	-0.2	9.4	-4.5
Copper (\$/t)	6,169	-1.0	-1.0	3.7	-9.2
Zinc (\$/t)	2,805	-2.3	-2.3	11.4	-6.1
Lead (\$/mt)	1,867	-0.7	-0.7	-7.1	-18.1
Wheat (\$/bu)	440	0.5	0.3	-12.7	-24.2
Corn (\$/bu)	367	0.6	-1.1	-2.3	-15.5
Sugar (\$/lb)	12.0	0.6	-0.5	-0.7	-10.0

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.56	0.00	-0.25	0.00
Saudi Arabia	2.85	0.00	-0.13	0.29
UAE	2.73	-0.10	-0.10	0.17
Kuwait	2.69	0.06	0.38	0.13
Qatar	2.89	0.02	-0.02	0.33
Bahrain	3.35	-0.03	-0.60	0.79

Source: Reuters

NOTES: (1) Prices updated as of May 8, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US Markets ended in the red on Tuesday. S&P 500 and NASDAQ declined 1.7% and 2.0%, respectively. Dow Jones Industrial closed 1.8% lower. In Europe, UK, Germany and France closed 1.6% lower.
- Asian markets are trading in the red on Wednesday. China is down 0.3%. Japan and South Korea are trading 1.8% and 0.3% lower, respectively. Both Hong Kong and India are down 0.7%.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi decreased 0.3% and 0.4%, respectively. Kuwait gained 0.5% while Qatar closed 0.4% lower. Oman declined 0.1% while Bahrain ended 0.3% higher.
- The Standard & Poor' stated that Islamic banks in the GCC are expected to show resilience over the next two years after weathering tough market conditions in 2018. (Source: Trade Arabia)
- Foreign nationals eligible for long-term residence permits in the UAE can now submit an online application for a six-month entry permit. The application is part of the process in completing procedures related to the expat's purpose of residence, which will enable them to finalize their immigration process in the UAE. (Source: Arabian Business)
- The Abu Dhabi Investment Office revealed it had launched an AED 535mn (USD 146mn) fund to support venture capital activities and start-ups in the UAE capital. The Ghadan Ventures Fund is to increase the availability of capital to start-ups based in Abu Dhabi and to attract fund managers to set up in the capital. . (Source: Zawya)
- Abu Dhabi National Oil Company (Adnoc) is exploring new opportunities with Exxon Mobil Corporation (XOM US) as work continues on a USD 30bn (AED 110bn) Upper Zakum project in the UAE. (Source: Arabian Business)
- UAE's Al Yah Satellite Communications Company (Yahsat) and US-based Hughes Network Systems, a subsidiary of EchoStar Corporation (SATS US), have agreed to enter into a joint venture to provide commercial Ka-band satellite broadband services in Brazil. The new entity will combine Hughes do Brazil with Yahsat's consumer broadband company in Brazil. (Source: Trade Arabia)
- OpenAire, an industry leader in large span retractable roofs based in Ontario, Canada, has won a contract to design and install a state-of-the-art retractable skylight at the Deira Mall, being built by developer Nakheel in Dubai. (Source: Trade Arabia)
- JCDecaux Abu Dhabi has been awarded a 10-year exclusive advertising concession for the new Midfield Terminal of Abu Dhabi International Airport. It said it will roll out a media platform at the Midfield Terminal delivering four media walls of 20 sq m to offer brands the ability to reach millions of travellers annually. (Source: Arabian Business)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended May 3 (prior: 9.9mn barrels) will be announced today. (Source: Econoday)
- China Consumer Price Index (CPI) for the month of April 2019 (prior: -0.5% M/M, 2.3% Y/Y) will be announced today. (Source: Econoday)
- US jobless claims for the week ended May 4 (prior: 230K; consensus: 220K) will be announced tomorrow. (Source: Econoday)



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